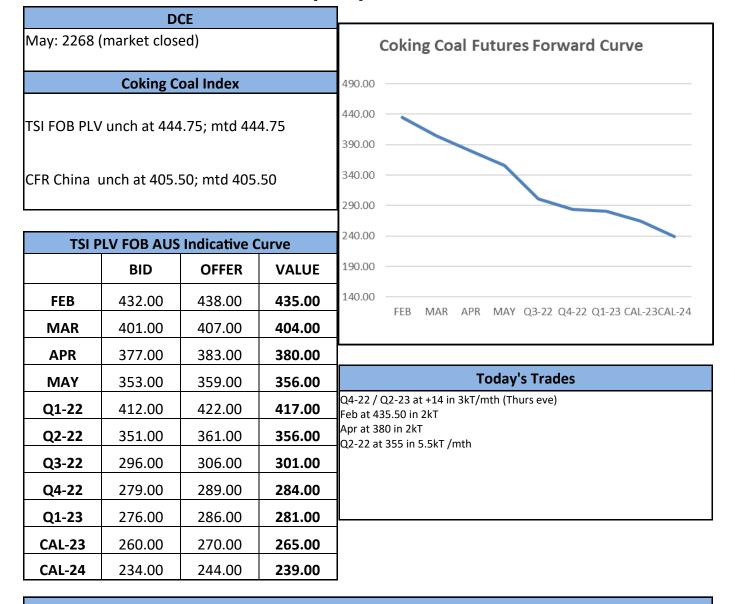
EMISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

## FIS

## **Coking Coal Report**

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

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## Commentary

Slowly creaking back into life after Chinese New Year, the front end of futures moved lower as the index remained flat and little to new physical offers were seen in the prompt months. Healthy steel margins continue to support the curve, particularly Q3-22 to Q1-23. Although there is an approximate \$100 discunt from March to Q3. This appears substantial but represents an average of \$19 backwardation per month from March to September. March begun the week close to 410 but ended closer to 400. So the index is already forecast to move lower by some \$40 over the next month. Without some serious physical offers creeping in, one would expect bids to materialise for March futures around or just under the 400 level.

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